

GLENCOE EDUCATION FOUNDATION, INC.

Franklin, Louisiana

Financial Report

Years Ended June 30, 2011 and 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date JAN 25 2012

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	1 - 2
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities	4
Statements of Cash Flows	5
Notes to the Financial Statements	6 - 22
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Funding Progress - Other Postemployment Benefits	24
INTERNAL CONTROL, COMPLIANCE, AND OTHER MATTERS	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	26 - 27
Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	28 - 29
Schedule of Expenditures of Federal Awards	30
Notes to the Schedule of Expenditures of Federal Awards	31
OTHER SUPPLEMENTARY INFORMATION	
Summary Schedule of Prior Year Findings	32
Schedule of Findings and Questioned Costs	33 - 34
Management's Corrective Action Plan for Current Year Findings	35
Independent Accountant's Report on Applying Agreed-upon Procedures	36 - 38
Schedules of Agreed-upon Procedures	39 - 55



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(A Corporation of Certified Public Accountants)

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Glencoe Education Foundation, Inc.
Franklin, Louisiana

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We have audited the accompanying statements of financial position of Glencoe Education Foundation, Inc. (a nonprofit organization) as of June 30, 2011 and 2010, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Glencoe Education Foundation, Inc. as of June 30, 2011 and 2010, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2011, on our consideration of Glencoe Education Foundation, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audits.

Accounting principles generally accepted in the United States of America require that the schedule of funding progress related to other postemployment benefits on page 24 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or

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historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

As discussed in Note 11 to the financial statements, an error resulting in overstatement of previously reported net assets as of June 30, 2010, was discovered during the year. Accordingly, an adjustment has been made to net assets as of June 30, 2010, to correct this error.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements of Glencoe Education Foundation, Inc. as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*, and is not a required part of the financial statements. The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Dannall, Sikes, Gardes & Frederick
(A Corporation of Certified Public Accountants)

Morgan City, Louisiana
December 2, 2011

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Statements of Financial Position
June 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
CURRENT ASSETS		
Cash and interest-bearing deposits	\$ 1,224,885	\$ 879,315
Due from other governmental units	286,883	384,327
Other receivables	-	8,893
Prepaid items	28,497	30,099
Inventory, at cost	<u>279</u>	<u>893</u>
Total current assets	1,540,544	1,303,527
 PROPERTY AND EQUIPMENT, NET	 <u>4,226,946</u>	 <u>4,275,663</u>
Total assets	<u>\$ 5,767,490</u>	<u>\$ 5,579,190</u>
 LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 11,745	\$ 14,973
Contracts payable	199,538	199,538
Retainage payable	181,312	181,312
Accrued salaries payable	225,730	257,344
Other accrued liabilities	143,135	134,248
Accrued compensated absences payable	36,808	40,179
Current portion of long-term debt	<u>16,317</u>	<u>75,863</u>
Total current liabilities	814,585	903,457
 LONG-TERM LIABILITIES		
Long-term debt, net of current portion	1,565,575	1,746,357
Other postemployment benefit obligations	<u>114,338</u>	<u>81,543</u>
Total long-term liabilities	<u>1,679,913</u>	<u>1,827,900</u>
Total liabilities	2,494,498	2,731,357
 NET ASSETS		
Unrestricted	<u>3,272,992</u>	<u>2,847,833</u>
Total liabilities and net assets	<u>\$ 5,767,490</u>	<u>\$ 5,579,190</u>

The accompanying notes are an integral part of this statement.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Statements of Activities
June 30, 2011 and 2010

	2011			2010
	Unrestricted	Temporarily Restricted	Total	
REVENUES, GAINS AND OTHER SUPPORT				
Federal restricted grants-in-aid:				
Rural Education Achievement Program	\$ -	\$ 40,584	\$ 40,584	\$ 21,690
IDEA - Part B	-	90,220	90,220	115,037
National School Lunch Program	-	163,083	163,083	154,398
Title I	-	184,413	184,413	189,842
Title II	-	23,682	23,682	22,912
Other	-	1,469	1,469	9,592
State restricted grants-in-aid:				
Education Excellence	-	29,933	29,933	-
Other	-	3,271	3,271	3,271
State unrestricted grants-in-aid:				
State Public School Fund	3,284,653	-	3,284,653	3,305,643
Food services	37,586	-	37,586	32,499
Contributions	777	-	777	310
Investment income	6,567	-	6,567	4,887
Miscellaneous	35,797	-	35,797	44,440
Net assets released from restrictions	536,655	(536,655)	-	-
Total revenues, gains and other support	3,902,035	-	3,902,035	3,904,521
EXPENSES AND LOSSES				
Instruction:				
Regular programs	1,752,426	-	1,752,426	1,782,271
Special education	249,306	-	249,306	249,857
Other programs	35	-	35	21,408
Support services:				
Pupil support	18,298	-	18,298	54,918
Instructional staff	22,782	-	22,782	21,715
General administration	25,489	-	25,489	29,617
School administration	301,287	-	301,287	308,375
Business services	90,527	-	90,527	101,934
Plant services	261,052	-	261,052	306,623
Student transportation services	143,667	-	143,667	159,512
Non-instructional:				
Food services	346,739	-	346,739	316,305
Community service	1,098	-	1,098	1,417
Facilities acquisition and construction	7,759	-	7,759	30
Debt service:				
Interest and bank charges	73,329	-	73,329	100,235
Depreciation	183,182	-	183,182	194,900
(Gain)/Loss on disposal of assets	(100)	-	(100)	20,626
Total expenses	3,476,876	-	3,476,876	3,669,742
Change in net assets	425,159	-	425,159	234,779
Net assets at beginning of year	2,847,833	-	2,847,833	2,613,054
Net assets at end of year	<u>\$ 3,272,992</u>	<u>\$ -</u>	<u>\$ 3,272,992</u>	<u>\$ 2,847,833</u>

The accompanying notes are an integral part of this statement.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Statements of Cash Flows
June 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 425,159	\$ 234,779
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	183,182	194,900
(Gain) Loss on disposal of assets	(100)	20,626
(Increase) decrease in-		
Due from other governmental units	97,444	(281,209)
Other receivables	8,893	(5,589)
Inventory	614	(395)
Prepaid expenses	1,602	2,868
Increase (decrease) in -		
Accounts payable	(3,228)	8,213
Accrued salaries payable	(31,614)	17,988
Other accrued liabilities	8,886	74,528
Accrued compensated absences	(3,371)	1,764
Other postemployment benefit obligations	<u>32,794</u>	<u>81,543</u>
Net cash provided by operating activities	720,262	350,016
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(134,465)	(104,625)
Proceeds from the sale of property and equipment	<u>100</u>	<u>-</u>
Net cash used by investing activities	(134,365)	(104,625)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term debt	-	50,057
Principal payments on long-term debt	<u>(240,327)</u>	<u>(278,799)</u>
Net cash used by financing activities	<u>(240,327)</u>	<u>(228,742)</u>
Net increase in cash	345,570	16,649
Cash at beginning of year	<u>879,315</u>	<u>862,666</u>
Cash at end of year	<u>\$ 1,224,885</u>	<u>\$ 879,315</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash paid during the year for:		
Interest	<u>\$ 73,329</u>	<u>\$ 100,235</u>

The accompanying notes are an integral part of this statement.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

INTRODUCTION

Glencoe Education Foundation, Inc (Foundation) was founded in 1999 as a nonprofit organization incorporated under the laws of the State of Louisiana. The Foundation is dedicated to providing for and maintaining an optimum learning environment in which all enrolled children are afforded the opportunity to achieve, attain goals and excel as students and as individual citizens of the world. The focus of instruction is child-centered with curricula designed to meet the educational, social, physical, and emotional needs of each learner as a whole person. The Foundation operates Glencoe Charter School which is an approved type 2 charter school under Louisiana Revised Statute 17:3991. The school's operations are located in Franklin, Louisiana. During its first year of operations (fiscal year ended June 30, 2000), the school had grades kindergarten through fifth. During the second year of operations, sixth grade was added. During the third year of operations, seventh grade was added, and during the fourth year of operations, eighth grade was added. Open student enrollment began in August 1999. The Foundation is governed by a board of directors and managed by a director. During the fiscal years ended June 30, 2011 and 2010, 97.93% and 97.90% of total revenues, respectively, were derived from federal and state sources.

The accompanying financial statements of the Foundation have been prepared on the accrual basis of accounting.

The Foundation is an exempt organization for federal income tax purposes under Section 501(c)(3) of the Internal Revenue Code. Additionally, the Internal Revenue Service has determined that the Foundation does not qualify as a private foundation within the meaning of Section 509(a) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in the accompanying financial statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Support and expenses

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets in the statements of activities as net assets released from restrictions.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Allowance for doubtful accounts

The Foundation considers accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and equipment

All capital assets are capitalized that have a cost or estimated cost of \$5,000 or more. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Depreciation is computed using the straight-line method at rates based on the following estimated useful lives:

	<u>Years</u>
Buildings and improvements	10 - 25
Computers and peripherals	3 - 5
Computer software	2
Furniture and equipment	7 - 10
Transportation equipment	3

Expenses for additions, major renewals, and betterments are capitalized. Expenses for maintenance and repairs are charged to expense as incurred.

Compensated absences

All twelve-month employees earn 10 days of non-cumulative vacation leave each year. Upon resignation or retirement, all unused vacation leave is forfeited.

All twelve-month employees earn 12 days of sick leave each year. Teachers and other nine-month employees earn 10 days of sick leave each year. Sick leave may be accumulated. No sick leave is paid upon resignation. Upon retirement or death, unused accumulated sick leave of up to 25 days is paid to the employee or the employee's estate at the employee's current rate of pay.

Under the Teachers' Retirement System of Louisiana and the Louisiana School Employees Retirement System, all unpaid sick leave, which excludes the 25 days paid, is used in the retirement benefit computation as earned service.

In accordance with the provisions of FASB ASC 710, *Compensation – General*, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

Donated services

The Foundation received donated services from unpaid volunteers who assist in program services during the year; however, these donated services are not reflected in the statements of activities because the criteria for recognition under FASB ASC 958-605-25 have not been satisfied.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and cash equivalents

For the purposes of the statement of cash flows, the Foundation considers all highly-liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Inventory

Inventory consists of commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture. The commodities are recorded as revenues when received; however, all inventories are recorded as expenses when consumed. Values are assigned based on information provided by the United States Department of Agriculture.

Advertising costs

Advertising costs are expensed as incurred. Total advertising expense was \$1,371 and \$784 for the fiscal years ended June 30, 2011 and 2010, respectively.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Fair value of financial instruments

The Foundation defines the fair value of a financial instrument as the amount at which the instrument could be exchanged in a current transaction between willing parties. Financial instruments included in the Foundation's financial statements include cash and cash equivalents, receivables, and other assets. Unless otherwise disclosed in the notes to the financial statements, the carrying value of financial instruments is considered to approximate fair value due to the short maturity and characteristics of those instruments.

Subsequent events

Subsequent events were evaluated through December 2, 2011, which is the date the financial statements were available to be issued.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 2 PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30, 2011 and 2010:

	<u>2011</u>	<u>2010</u>
Assets not being depreciated:		
Land	\$ 27,845	\$ 27,845
Assets being depreciated:		
Building and improvements	4,432,959	4,432,959
Computer software	75,357	75,357
Furniture and equipment	356,587	261,622
Transportation equipment	<u>169,042</u>	<u>146,542</u>
Total assets being depreciated	5,033,945	4,916,479
Less accumulated depreciation	<u>(834,844)</u>	<u>(668,662)</u>
Assets being depreciated, net	<u>4,199,101</u>	<u>4,247,818</u>
Total assets, net	<u>\$4,226,946</u>	<u>\$4,275,663</u>

Total depreciation expense for the fiscal years ended June 30, 2011 and 2010 was \$183,182 and \$194,900, respectively.

NOTE 3 DUE FROM OTHER GOVERNMENTAL UNITS

Due from other governmental units consisted of the following at June 30, 2011 and 2010:

	<u>2011</u>	<u>2010</u>
Louisiana Department of Education	\$ 194,575	\$ 293,063
U.S. Department of Education:		
Passed through Louisiana Department of Education	<u>92,308</u>	<u>91,264</u>
	<u>\$ 286,883</u>	<u>\$ 384,327</u>

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GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 4 NATURAL CLASSIFICATION OF EXPENSES

Expenses incurred were for the following for the fiscal years ended June 30, 2011 and 2010:

	Instruction			Support Services		
	Regular Programs	Special Education	Other Programs	Pupil Support	Instructional Staff	General Administration
2011						
Salary	\$ 1,219,588	\$ 144,504	\$ -	\$ 17,097	\$ 17,861	\$ -
Employee benefits	382,161	52,610	-	1,076	3,489	-
Purchased professional services	4,504	36,476	-	-	-	24,234
Insurance	5,044	426	-	-	-	1,035
Repairs and maintenance	200	-	-	-	-	-
Energy	-	-	-	-	-	-
Telephone/postage	-	-	-	-	-	-
Disposal services	-	-	-	-	-	-
Rental of land/equipment	-	-	-	-	-	-
Travel	13,749	1,642	-	-	-	-
Materials and supplies	107,994	11,505	-	-	1,137	-
Food	-	-	-	-	-	-
Miscellaneous	19,186	2,143	35	125	295	220
Interest	-	-	-	-	-	-
	<u>\$ 1,752,426</u>	<u>\$ 249,306</u>	<u>\$ 35</u>	<u>\$ 18,298</u>	<u>\$ 22,782</u>	<u>\$ 25,489</u>
2010						
Salary	\$ 1,315,885	\$ 132,657	\$ 17,383	\$ 39,821	\$ 17,516	\$ -
Employee benefits	359,133	64,811	2,656	14,011	2,601	-
Purchased professional services	6,731	30,720	-	-	-	27,457
Insurance	1,247	-	-	-	-	1,125
Repairs and maintenance	-	-	-	-	-	-
Energy	-	-	-	-	-	-
Telephone/postage	-	-	-	-	-	-
Disposal services	-	-	-	-	-	-
Rental of land/equipment	-	-	-	-	-	-
Travel	15,411	2,320	696	-	-	594
Materials and supplies	69,457	18,900	673	961	1,303	33
Food	-	-	-	-	-	-
Miscellaneous	14,407	450	-	125	295	408
Interest	-	-	-	-	-	-
	<u>\$ 1,782,271</u>	<u>\$ 249,857</u>	<u>\$ 21,408</u>	<u>\$ 54,918</u>	<u>\$ 21,715</u>	<u>\$ 29,617</u>

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

Support Services				Non-instructional			
School Administration	Business Services	Plant Services	Student Transportation Services	Food Services	Community Service Operations	Facilities Acquisition and Construction	Debt Service
\$ 185,314	\$ 64,128	\$ 63,524	\$ 87,414	\$ 116,905	\$ -	\$ -	\$ -
57,172	11,988	20,530	-	46,324	-	-	-
23,242	9,646	1,789	-	-	-	-	-
600	378	48,106	17,476	6,327	-	-	-
81	-	31,472	8,403	7,297	-	7,759	-
-	-	46,689	30,004	-	-	-	-
3,680	781	-	-	-	-	-	-
-	-	8,222	-	-	-	-	-
3,532	-	24,000	-	-	-	-	-
704	840	-	-	280	-	-	-
14,772	1,358	14,937	-	21,697	867	-	-
-	-	-	-	143,849	-	-	-
12,190	1,179	1,763	370	4,060	231	-	-
-	229	-	-	-	-	-	73,329
<u>\$ 301,287</u>	<u>\$ 90,527</u>	<u>\$ 261,052</u>	<u>\$ 143,667</u>	<u>\$ 346,739</u>	<u>\$ 1,098</u>	<u>\$ 7,759</u>	<u>\$ 73,329</u>
\$ 185,266	\$ 62,937	\$ 73,742	\$ 95,312	\$ 113,145	\$ -	\$ -	\$ -
54,190	1,342	27,207	-	35,896	-	-	-
22,335	10,561	3,468	-	-	-	-	-
-	22,850	47,266	14,324	-	-	-	-
785	-	32,335	25,462	5,563	-	-	-
-	-	44,178	23,259	-	-	-	-
10,064	1,160	-	-	-	-	-	-
-	-	9,564	-	-	-	-	-
8,680	-	41,702	-	-	-	-	-
1,181	318	-	-	234	-	-	-
14,296	2,091	26,211	-	19,166	955	-	-
-	-	-	-	139,735	-	-	-
11,578	488	950	1,154	2,566	463	30	-
-	188	-	-	-	-	-	100,235
<u>\$ 308,375</u>	<u>\$ 101,934</u>	<u>\$ 306,623</u>	<u>\$ 159,512</u>	<u>\$ 316,305</u>	<u>\$ 1,417</u>	<u>\$ 30</u>	<u>\$ 100,235</u>

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 5 LONG-TERM DEBT

Long-term debt consisted of the following at June 30, 2011 and 2010:

	<u>2011</u>	<u>2010</u>
Note payable in the original amount of \$1,600,000, payable in 466 monthly installments of \$7,264 beginning on May 23, 2010 and one final undetermined installment, bearing interest at 4.500%, collateralized by real estate and equipment	\$ 1,581,892	\$ 1,597,490
Note payable in the original amount of \$1,000,000, payable in 239 monthly installments of \$5,300 and one final undetermined installment, bearing a variable interest rate initially at 4.500%, collateralized by real estate and a 90% guarantee from the U.S. Department of Agriculture	-	219,319
Note payable in the original amount of \$200,000, payable in 466 monthly installments of \$862 beginning on May 23, 2010 and one final undetermined installment, bearing interest at 4.125%, collateralized by real estate and equipment	<u>-</u>	<u>5,411</u>
	1,581,892	1,822,220
Less current portion	<u>16,317</u>	<u>75,863</u>
Long-term portion	<u>\$ 1,565,575</u>	<u>\$ 1,746,357</u>

Maturities of long-term debt were as follows:

2012	\$ 16,317
2013	17,066
2014	17,850
2015	18,670
2016	19,582
Thereafter	<u>1,492,407</u>
Total long-term debt	<u>\$ 1,581,892</u>

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 6 PENSION PLANS

Eligible employees of the Foundation participate in one of two multiple-employer public employee retirement systems (PERS), which are controlled and administered by a separate board of trustees. These retirement systems provide retirement, disability, and death benefits to plan members and their beneficiaries. Pertinent information relative to each plan follows:

Louisiana Teachers' Retirement System of Louisiana—Regular

For the fiscal year ended June 30, 2011, plan members were required to contribute 8.0 percent of their annual covered salary to the system while the Foundation was required to contribute the statutory rate of 20.2 percent of total annual covered payroll. The Foundation was also required to contribute the statutory rate of 15.5 percent of total annual covered payroll for the fiscal years ended June 30, 2010 and 2009. The Foundation's contributions to the system for the fiscal years ended June 30, 2011, 2010, and 2009 were \$328,340, \$280,018, and \$279,775, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana Teachers' Retirement System, P.O. Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (225) 925-6446.

Louisiana School Employee's Retirement System

For the fiscal year ended June 30, 2011, plan members were required to contribute 7.5 percent of their annual covered salary to the system while the Foundation was required to contribute the statutory rate of 24.3 percent of total annual covered payroll. The Foundation was also required to contribute the statutory rates of 17.6 and 17.8 percent of total annual covered payroll for the fiscal years ended June 30, 2010 and 2009, respectively. The Foundation's contributions to the system for the fiscal years ended June 30, 2011, 2010, and 2009, were \$11,491, \$10,993, and \$9,397, respectively, equal to the required contribution for each year.

A publicly available financial report that includes financial statements and required supplemental financial information may be obtained by writing to the Louisiana School Employee Retirement System, P.O. Box 44516, Baton Rouge, Louisiana 70804-4516 or by calling (225) 925-6484.

NOTE 7 LEASE COMMITMENT

The Foundation entered into a non-cancelable operating lease for immovable property with Glencoe-Vacherie Plantation, LLC, which is a related party as a result of one of the Foundation's board members being a managing member in the entity. The lease calls for four quarterly payments of \$6,000 per year. The original lease expired on September 30, 2004. The lease also contains an option to renew for four additional five year periods, with the first

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 7 LEASE COMMITMENT (CONTINUED)

five year period having begun on October 1, 2004. The first option to renew was executed. The first lease option expired on September 30, 2009. The second option to renew was executed.

In July 2005, the lessor installed a new roof on the middle school building. The lease was amended to offset the cost of the new roof. The amendment called for nine monthly payments of \$5,333 per year beginning September 1, 2005 and ending June 1, 2010. At this end of this period, the lease reverted to the original payment terms.

The lease expense for the fiscal years ended June 30, 2011 and 2010 totaled \$24,000 and \$41,702, respectively.

The following is a schedule of future minimum rental payments required under the above non-cancelable operating lease:

Year ended June 30,	
2012	\$ 24,000
2013	24,000
2014	24,000
2015	6,000

The Foundation also leases immovable and movable property under cancelable operating leases.

NOTE 8 CASH AND INTEREST-BEARING DEPOSITS

The Foundation may invest in United States bonds, notes, or bills as well as certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2011, the Foundation had cash and interest-bearing deposits (book balances) totaling \$1,224,885 as follows:

Demand deposits	\$ 1,004,026
Interest-bearing deposits	<u>220,859</u>
	<u>\$1,224,885</u>

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GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 8 CASH AND INTEREST-BEARING DEPOSITS (CONTINUED)

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Foundation's deposits may not be returned to it. As of June 30, 2011, \$1,019,471 of the Foundation's bank balance was exposed to custodial credit risk as follows:

Uninsured and collateral held by pledging bank's agent not in the Foundation's name	\$ 701,573
Uninsured and uncollateralized	<u>317,898</u>
Total	<u>\$1,019,471</u>

NOTE 9 PENDING LITIGATION

The Foundation is presently a defendant in litigation involving the contractor of the K-4 building. The contractor is requesting full payment for the final invoices for services rendered; however, management is in disagreement as to the adequacy of the services performed and is defending its position vigorously that the amount requested by the contractor is not reflected in the actual work performed. Management has taken a conservative approach with regards to financial reporting and has accrued the full amount in question in the financial statements.

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS

From an accrual accounting perspective, the cost of postemployment healthcare benefits, like the cost of pension benefits, should be associated with the periods in which the cost occurs, rather than in the future year in which it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2010, the Foundation recognizes the cost of postemployment healthcare in the year in which the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Foundation's future cash flows. Because the Foundation adopted the requirements of GASB Statement No. 45 prospectively, recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2010 liability.

Plan Description

The Foundation provides post-employment health care and life insurance benefits for substantially all employees if they reach normal retirement age while working for the Foundation. The Foundation's employees may participate in the State of Louisiana's Other Postemployment Benefit Plan (OPEB Plan), an agent multiple-employer defined benefit OPEB Plan (for fiscal years 2011 and 2010) that provides medical and life insurance to

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

eligible active employees, retirees, and their beneficiaries. The State administers through the Office of Group Benefits (OGB). Louisiana Revised Statutes 42:801-883 assigns the authority to establish and amend benefit provisions of the plan. The OGB does not issue a publicly available financial report of the OPEB Plan; however, it is included in the State of Louisiana Comprehensive Annual Financial Report (CAFR). A copy of the CAFR may be obtained on the Office of Statewide Reporting and Accounting Policy's website at www.dca.louisiana.gov/osrap.

Funding Policy

The plan is currently financed on a pay-as-you-go basis. The contribution requirements of plan members and the Foundation are established and may be amended by Louisiana Revised Statutes 42:801-883. Employees do not contribute to their postemployment benefits cost until they become retirees and begin receiving those benefits. The retirees contribute to the cost of retiree healthcare based on a service schedule. Contribution amounts vary depending on what healthcare provider is selected from the plan and if the member has Medicare coverage. The OGB offered two standard plans for both active and retired employees for fiscal years 2010 and 2011: the Preferred Provider Organization (PPO) plan and the Health Maintenance Organization (HMO) plan. For fiscal year 2010, the Exclusive Provider Organization (EPO) plan was offered for both active and retired employees. In addition, all plan members are offered the Medical Home HMO plan. Retired employees who have Medicare Part A and Part B coverage also have access to Medicare Advantage plans which are offered on a calendar-year basis. During calendar years 2009, 2010, and 2011, there were three HMO plans and two private fee-for-service (PFFS) plans offered by four companies. The total monthly premium rates on page 19 are shown for three calendar years as a result of the two fiscal years falling within three calendar years.

Employees with an OGB medical participation start date before January 1, 2002, pay approximately 25% of the cost of medical coverage (except single retirees under age 65 pay approximately 25% of the active employee cost). Employees with an OGB medical participation start date after December 31, 2001, pay a percentage of the total contribution based on the following schedule:

<u>Service</u>	<u>Retiree Share</u>	<u>State Share</u>
Under 10 years	81%	19%
10 - 14 years	62%	38%
15 - 19 years	44%	56%
20+ years	25%	75%

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

The total monthly premium rates in effect for the plan year 2010 – 2011 were as follows:

	PPO	HMO	Medical Home Health Plan
<u>Active</u>			
Single	\$ 559	\$ 528	\$ 532
With Spouse	1,187	1,121	1,130
With Children	681	644	649
Family	1,251	1,182	1,192
<u>Retired No Medicare & Re-employed Retirees</u>			
Single	\$ 1,039	\$ 985	\$ 990
With Spouse	1,835	1,739	1,748
With Children	1,158	1,097	1,102
Family	1,826	1,731	1,739
<u>*Retired with 1 Medicare</u>			
Single	\$ 338	\$ 326	\$ 322
With Spouse	1,249	1,191	1,189
With Children	585	561	557
Family	1,664	1,585	1,584
<u>*Retired with 2 Medicare</u>			
With Spouse	\$ 607	\$ 584	\$ 578
Family	752	723	716

* All members who retire on or after July 1, 1997, must have Medicare Parts A and B to qualify for the reduced premium rates.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

The total monthly premium rates in effect for the plan year 2009 – 2010 were as follows:

	PPO	EPO	HMO	Medical Home Health Plan
<u>Active</u>				
Single	\$ 559	\$ 581	\$ 536	\$ 532
With Spouse	1,187	1,234	1,139	1,130
With Children	681	709	654	649
Family	1,251	1,301	1,201	1,192
<u>Retired No Medicare & Re-employed Retirees</u>				
Single	\$ 1,039	\$ 1,081	\$ 998	\$ 990
With Spouse	1,835	1,909	1,762	1,748
With Children	1,158	1,204	1,111	1,102
Family	1,826	1,899	1,753	1,739
<u>*Retired with 1 Medicare</u>				
Single	\$ 338	\$ 351	\$ 324	\$ 322
With Spouse	1,249	1,299	1,199	1,189
With Children	585	608	562	557
Family	1,664	1,730	1,597	1,584
<u>*Retired with 2 Medicare</u>				
With Spouse	\$ 607	\$ 632	\$ 583	\$ 578
Family	752	782	722	716

* All members who retire on or after July 1, 1997, must have Medicare Parts A and B to qualify for the reduced premium rates.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

The total monthly premium rates in effect for the calendar years 2009 – 2011 were as follows:

	Medicare Advantage Plans - Calendar Year 2009				
	HMO			Private Fee-for-Service Plans	
	People's			Secure	
	Humana	Health	Vantage	Humana	Horizons
<u>Retired with 1 Medicare Single</u>	\$ 137	\$ 142	\$ 178	\$ 174	\$ 270
<u>Retired with 2 Medicare With Spouse</u>	\$ 274	\$ 284	\$ 356	\$ 348	\$ 539
	Medicare Advantage Plans - Calendar Year 2010				
	HMO			Private Fee-for-Service Plans	
	People's			Secure	
	Humana	Health	Vantage	Humana	Horizons
<u>Retired with 1 Medicare Single</u>	\$ 149	\$ 142	\$ 198	\$ 165	\$ 199
<u>Retired with 2 Medicare With Spouse</u>	\$ 298	\$ 284	\$ 396	\$ 330	\$ 397
	Medicare Advantage Plans - Calendar Year 2011				
	HMO			Private Fee-for-Service Plans	
	People's			United	
	Humana	Health	Vantage	Humana	Healthcare
<u>Retired with 1 Medicare Single</u>	\$ 145	\$ 115	\$ 258	\$ 149	\$ 199
<u>Retired with 2 Medicare With Spouse</u>	\$ 290	\$ 230	\$ 516	\$ 298	\$ 397

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

OGB also provides eligible retirees Basic Term Life, Basic Plus Supplemental Term Life, Dependent Term Life, and Employee Accidental Death and Dismemberment coverage, which is underwritten by The Prudential Insurance Company of America. The total premium is approximately \$1 per thousand dollars of coverage of which the employer pays one-half of the premium. Maximum coverage is capped at \$50,000 with a reduction formula of 25% at age 65 and 50% at age 70, with accidental death and dismemberment coverage ceasing at age 70 for retirees.

Annual Other Postemployment Benefit Cost

The Foundation's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years.

The following table shows the components of the Foundation's annual OPEB cost for the fiscal years ended June 30, 2011 and 2010, the amount actually contributed to the plan, and changes in the Foundation's net OPEB obligation:

	<u>2011</u>	<u>2010</u>
Annual required contribution	\$ 214,500	\$ 267,900
Interest on net OPEB obligation	3,262	-
Adjustment to annual required contribution	<u>(3,118)</u>	<u>-</u>
Annual OPEB cost (expense)	214,644	267,900
Less contributions made	<u>181,849</u>	<u>186,357</u>
Increase in net OPEB obligation	32,795	81,543
Net OPEB obligation - beginning of year	<u>81,543</u>	<u>-</u>
Net OPEB obligation - end of year	<u>\$ 114,338</u>	<u>\$ 81,543</u>

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

The Foundation's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the fiscal year ended June 30, 2011, and the preceding fiscal year were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2010	\$ 267,900	69.6%	\$ 81,543
June 30, 2011	214,644	84.7%	114,338

Fiscal year 2010 was the year of implementation of GASB Statement No. 45 and the Foundation has elected to implement prospectively. In future years, three-year trend information will be presented.

Funded Status and Funding Progress

The funded status of the plan, as determined by an actuary, was as follows:

	<u>July 1, 2011</u>	<u>July 1, 2010</u>
Actuarial accrued liability (AAL)	\$ 1,364,900	\$ 1,713,700
Actuarial value of plan assets	<u>-</u>	<u>-</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 1,364,900</u>	<u>\$ 1,713,700</u>
Funded ratio (actuarial value of plan assets / AAL)	0.00%	0.00%
Covered payroll (active plan members)	\$ 1,302,000	\$ 1,379,600
UAAL as a percentage of covered payroll	104.83%	124.22%

Actuarial valuations for an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continuous revision as actual results are compared to past expectations and new estimates about the future are formulated. Although the valuation results are based on values which the Foundation's actuarial consultant believes are reasonable assumptions, the valuation results reflect a long-term perspective and, as such, are merely an estimate of what future costs may actually be. Deviations in any of several factors, such as future interest rates, medical cost inflation, Medicare coverage, and changes in marital status, could result in actual costs being less or greater than estimated.

The schedule of funding progress presented as required supplementary information following the notes to the financial statements presents multiyear trend information that shows

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Financial Statements

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Because 2010 was the year of implementation of GASB Statement No. 45 and the Foundation elected to apply the statement prospectively, only two years are presented in the schedule at this time.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of calculations.

In the July 1, 2009 and July 1, 2010 OBG actuarial valuations, the projected unit credit actuarial cost method was used. For the July 1, 2010 valuation, the actuarial assumptions utilized a 4.0% discount rate. The valuation assumed an initial annual healthcare cost trend rate of 8.0% and 9.1% for pre-Medicare and Medicare eligible employees, respectively, scaling down to ultimate rates of 5% per year. For the July 1, 2009 valuation, the actuarial assumptions utilized a 4.0% discount rate. The valuation assumed an initial annual healthcare cost trend rate of 8.5% and 9.6% for pre-Medicare and Medicare eligible employees, respectively, scaling down to ultimate rates of 5% per year.

The unfunded actuarial accrued liability is being amortized over 30 years as a level percentage of payroll on an open basis. The remaining amortization period at July 1, 2010, was twenty-nine years.

NOTE 11 RESTATEMENT OF PRIOR YEAR FINANCIALS

The financial statements for the year ended June 30, 2010 have been restated to correct for the erroneous understatement of other postemployment benefits expense. The result of this correction is a decrease in beginning net assets of \$81,543.

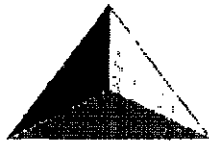
REQUIRED SUPPLEMENTARY INFORMATION

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule of Funding Progress – Other Postemployment Benefits
Year Ended June 30, 2011

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Liability	Funded Ratio	Covered Payroll	Unfunded Liability as Percentage of Covered Payroll
7/1/2009	\$ -	\$ 1,713,700	\$ 1,713,700	0.00%	\$ 1,379,600	124.22%
7/1/2010	-	1,364,900	1,364,900	0.00%	1,302,000	104.83%

**INTERNAL CONTROL, COMPLIANCE,
AND
OTHER MATTERS**



Darnall, Sikes, Gardes Frederick

(A Corporation of Certified Public Accountants)

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors of
Glencoe Education Foundation, Inc.
Franklin, Louisiana

We have audited the financial statements of Glencoe Education Foundation, Inc. (a nonprofit organization) as of and for the year ended June 30, 2011, and have issued our report thereon dated December 2, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Foundation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Foundation's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Foundation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those

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 Stephen R. DiGellier, MBA, CPA
 Steven G. Moosa, CPA
 M. Rebecca Gardes, CPA
 Pamela Mayeux Bonin, CPA, CVA
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 Erich G. Loefer, III, CPA, M.S., Tax
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 Barbara Ann Watts, CPA
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 Carol C. Guillory, CPA
 Christy S. Dew, CPA
 Cecelia A. Roy, CPA
 Daine M. Crochet, CPA, M.S.
 Rachel W. Ashford, CPA
 Veronica L. LeBlanc, CPA
 Jacob C. Foberie, CPA
 S. Louise Sozier, CPA
 Kyle P. Saltzman, CPA
 Erise B. Fincheaux, CPA

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provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and is described in the accompanying schedule of findings and questioned costs as item 2011-1.

This report is intended solely for the information and use of management, the Board of Directors, others within the entity, the Louisiana Legislative Auditor, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document; therefore its distribution is not limited.

Dunnell, Sikes, Gaudes, & Frederick
(A Corporation of Certified Public Accountants)

Morgan City, Louisiana
December 2, 2011



Darnall, Sikes, Gardes Frederick..

(A Corporation of Certified Public Accountants)

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors of
Glencoe Education Foundation, Inc.
Franklin, Louisiana

Compliance

We have audited Glencoe Education Foundation, Inc.'s (a nonprofit organization) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Glencoe Education Foundation, Inc.'s major federal programs for the year ended June 30, 2011. Glencoe Education Foundation, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Glencoe Education Foundation, Inc.'s management. Our responsibility is to express an opinion on Glencoe Education Foundation, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Glencoe Education Foundation, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Glencoe Education Foundation, Inc.'s compliance with those requirements.

In our opinion, Glencoe Education Foundation, Inc. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Eugene H. Darnall, CPA, Deceased 2009

E. Larry Sikes, CPA/PFS, CVA, CFP®
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Internal Control Over Compliance

Management of Glencoe Education Foundation, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Glencoe Education Foundation, Inc.'s internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Glencoe Education Foundation, Inc.'s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the Board of Directors, others within the entity, the Louisiana Legislative Auditor, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document; therefore, its distribution is not limited.

Dannall, Sikes, Gaudes & Frederick
(A Corporation of Certified Public Accountants)

Morgan City, Louisiana
December 2, 2011

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule of Expenditures of Federal Awards
Year Ended June 30, 2011

Program Title	Federal CFDA Number	Pass-through Identifying Number	Federal Expenditures
U. S. Department of Agriculture:			
Pass-through programs:			
Child Nutrition Cluster:			
Louisiana Department of Agriculture -			
National School Lunch Program - Non-cash			
Assistance (Note 3)	10.555	N/A	\$ 16,252
Louisiana Department of Education -			
National School Lunch Program	10.555	N/A	<u>147,445</u>
Total Child Nutrition Cluster			<u>163,697</u>
Total U. S. Department of Agriculture			163,697
U. S. Department of Education:			
Pass-through programs:			
Louisiana Department of Education:			
Title I, Part A Cluster			
Title I Grants to Local Educational Agencies	84.010	S010A100018	144,844
ARRA - Title I Grants to Local Educational			
Agencies	84.389	S389A090018A	<u>39,569</u>
Total Title I, Part A Cluster			184,413
Special Education Cluster (IDEA)			
Special Education - Grants to States	84.027	H027A100033	59,200
ARRA - Special Education - Grants to States	84.391	H391A090033	31,020
Special Education - Preschool Grants	84.173	H173A100082	<u>1,469</u>
Total Special Education Cluster			91,689
Rural Education	84.358	S358A103194	40,584
Improving Teacher Quality State Grants	84.367	S367A100017	<u>23,682</u>
Total U. S. Department of Education			<u>340,368</u>
Total expenditures of federal awards			<u>\$ 504,065</u>

See accompanying notes to the schedule of expenditures of federal awards.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Notes to the Schedule of Expenditures of Federal Awards
for the Year Ended June 30, 2011

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Glencoe Education Foundation, Inc. under programs of the federal government for the year ended June 30, 2011. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*. Because the Schedule presents only a selected portion of the operations of the Foundation, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Foundation.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- (1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) Pass-through entity identifying numbers are presented where available.

NOTE 3 NATIONAL SCHOOL LUNCH PROGRAM – NON-CASH ASSISTANCE

Non-cash assistance is reported in the Schedule at the fair market value of the USDA commodities received and disbursed. At June 30, 2011, the Foundation had food commodities totaling \$279 in inventory.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Summary Schedule of Prior Year Findings
Year Ended June 30, 2011

2010-1 Supporting Documentation for Personnel Costs (Special Education – Grants to States
CFDA # 84.027)

Status: We noted no exceptions with regards to this finding during the current year audit.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule of Findings and Questioned Costs
Year Ended June 30, 2011

Part 1: Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report – Financial Statements

An unqualified opinion has been issued on Glencoe Education Foundation, Inc.'s financial statements as of and for the years ended June 30, 2011 and 2010.

Internal Control Deficiencies – Financial Reporting

Our consideration of internal control over financial reporting disclosed no instances of internal control deficiencies which are required to be reported under *Government Auditing Standards*.

Material Noncompliance – Financial Reporting

The results of our tests disclosed one instance of noncompliance which is required to be reported under *Government Auditing Standards* and is shown as item 2011-1 in Part 2.

FEDERAL AWARDS

Auditor's Report – Major Programs

An unqualified opinion has been issued on Glencoe Education Foundation, Inc.'s compliance with the requirements of its major programs as of and for the year ended June 30, 2011.

Major Programs – Identification

Glencoe Education Foundation, Inc. had one major program at June 30, 2011:

Title I, Part A Cluster

CFDA #s 84.010 and 84.389

Program Type Determination

The dollar threshold to distinguish between Type A and Type B programs was \$300,000 for the year ended June 30, 2011.

Internal Control Deficiencies – Major Programs

Our consideration of internal control over major programs disclosed no instances of internal control deficiencies.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2011

Part 1: Summary of Auditor's Results (Continued)

Noncompliance – Major Programs

The results of our tests disclosed no instances of noncompliance during the audit of major programs.

Risk Consideration

Glencoe Education Foundation, Inc. was considered a low-risk auditee for the year ended June 30, 2011.

Part 2: Findings Relating to an Audit in Accordance with *Government Auditing Standards*.

2011-1 Noncompliance with Requirement for Timely Submission of Financial Report to Lending Agency

Criteria: A condition to the Foundation's loan from the United States Department of Agriculture requires the Foundation's financial report to be submitted to the agency within 60 days of the Foundation's fiscal year end date.

Condition: The financial report for the fiscal year ended June 30, 2011 was not completed for submission to the United States Department of Agriculture within the time frame specified as a condition to its loan as described in the criteria above.

Effect: The late submission of the financial report causes the Foundation to be in violation of a condition to its loan as described in the criteria above.

Recommendation: Management should make every effort to comply with a condition to its loan as described in the criteria above and submit its financial report within the specified time frame.

Views of Responsible Officials and Planned Corrective Actions: This information is in the separate Management's Corrective Action Plan for Current Year Findings.

Part 3: Findings and Questioned Costs Relating to Federal Programs

The results of our tests disclosed no findings and questioned costs related to federal programs for the year ended June 30, 2011.

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Management's Corrective Action Plan for Current Year Findings
Year Ended June 30, 2011

Response to Finding 2011-1:

Management will make every effort to comply with the conditions of its loan by submitting its financial report within the specified time frame.

Name and Title of Contact Person: Anita Breaux, Chief Executive Officer

Anticipated Completion Date: N/A



Darnall, Sikes, Gardes Frederick

(A Corporation of Certified Public Accountants)

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Directors of
Glencoe Education Foundation, Inc.
Franklin, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Glencoe Education Foundation, Inc. and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of Glencoe Education Foundation, Inc. and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education. Management of Glencoe Education Foundation, Inc. is responsible for its performance and statistical data. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 1)

1. We selected a random sample of 25 transactions and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:

- Total General Fund Instructional Expenditures
- Total General Fund Equipment Expenditures
- Total Local Taxation Revenue
- Total Local Earnings on Investment in Real Property
- Total State Revenue in Lieu of Taxes
- Nonpublic Textbook Revenue
- Nonpublic Transportation Revenue

The Foundation does not receive local taxation revenue, local earnings on investment in real property, state revenue in lieu of taxes, nonpublic textbook revenue, or nonpublic transportation revenue. With regard to the sample of transactions, no classification errors were noted.

Eugene H. Darnall, CPA, Deceased 2009

E. Larry Sikes, CPA/PFS, CVA, CFP®
 Danny P. Frederick, CPA
 Clayton E. Darnall, CPA, CVA
 Eugene H. Darnall, III, CPA
 Stephanie M. Higginbotham, CPA
 John P. Arnault, CPA
 J. Stephen Gardes, CPA, CVA
 Jennifer S. Zugler, CPA/PFS, CFP®
 Chris A. Miller, CPA, CVA
 Stephen R. Dischler, MBA, CPA
 Steven G. Moosa, CPA
 M. Rebecca Gardes, CPA
 Pamela Mayeux Bonin, CPA, CVA
 Joan B. Moody, CPA
 Erich G. Loewer, III, CPA, M.S. Tax
 Lauren V. Hebert, CPA
 Barbara Ann Watts, CPA
 Craig C. Babineaux, CPA/PFS, CFP®
 Jeremy C. Meaux, CPA

Kathleen T. Darnall, CPA
 Dustin B. Baudin, CPA, MBA
 Kevin S. Young, CPA
 Adam J. Curry, CPA
 Chad M. Bailey, CPA
 Carol C. Guillory, CPA
 Christy S. Dew, CPA
 Cecelia A. Hoyt, CPA
 Blaine M. Gruchet, CPA, M.S.
 Rachel W. Ashford, CPA
 Veronica L. LeBlanc, CPA
 Jacob C. Roberie, CPA
 S. Luke Sommer, CPA
 Kylie P. Saltzman, CPA
 Elise B. Fauchaux, CPA

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American Institute of
Certified Public Accountants

Society of Louisiana
Certified Public Accountants

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Education Levels of Public School Staff (Schedule 2)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers" (Schedule 4) to the combined total number of full-time classroom teachers per this schedule and to charter school supporting payroll records as of October 1, 2010.

No differences were noted for this procedure.

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers" (Schedule 4) to the combined total of principals and assistant principals per this schedule.

No differences were noted for this procedure.

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1, 2010 and as reported on the schedule. We traced a random sample of 25 teachers to the individuals' personnel files and determined if the individuals' education levels were properly classified on the schedule.

Procedures indicated testing a random sample of 25 teachers. However, the Foundation only employed 25 teachers as of year end; therefore, we tested the entire population. No differences were noted for this procedure.

Number and Type of Public Schools (Schedule 3)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title I Grants to Local Educational Agencies (CFDA 84.010) application.

No differences were noted for this procedure.

Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers (Schedule 4)

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1, 2010 and as reported on the schedule and traced the same sample used in procedure 4 to the individuals' personnel files and determined if the individuals' experience was properly classified on the schedule.

No differences were noted for this procedure.

Public Staff Data: Average Salaries (Schedule 5)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individuals' personnel files and determined if the individuals' salaries, extra compensation, and full-time equivalents were properly included on the schedule.

Procedures indicated testing a random sample of 25 teachers. However, the Foundation only employed 25 teachers as of year end; therefore, we tested the entire population. No differences were noted for this procedure.

8. We recalculated the average salaries and full-time equivalents reported in the schedule.

No differences were noted for this procedure.

Class Size Characteristics (Schedule 6)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 3 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1, 2010 roll books for those classes and determined if the class was properly classified on this schedule.

No differences were noted for this procedure.

Louisiana Educational Assessment Program (LEAP) (Schedule 7)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Glencoe Education Foundation, Inc.

No differences were noted for this procedure.

Graduation Exit Exam (GEE) (Schedule 8)

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Glencoe Education Foundation, Inc.

We were unable to perform this procedure because Glencoe Education Foundation, Inc. did not have grades 10 or 11 during the fiscal years ended June 2011, 2010, and 2009.

iLEAP Tests (Schedule 9)

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by Glencoe Education Foundation, Inc.

No differences were noted for this procedure.

We were not engaged to perform, and did not perform, an audit, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of Glencoe Education Foundation, Inc., the Louisiana Department of Education, the Louisiana Legislature, and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Dannall, Sikes, Gardes, & Frederick

(A Corporation of Certified Public Accountants)

Morgan City, Louisiana
December 2, 2011

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 1 – General Fund Instructional and Support Expenditures
and Certain Local Revenue Sources
For the Year Ended June 30, 2011

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 980,746	
Other Instructional Staff Activities	115,444	
Instructional Staff Employee Benefits	446,095	
Purchased Professional and Technical Services	34,905	
Instructional Materials and Supplies	42,563	
Instructional Equipment	-	
Total Teacher and Student Interaction Activities		\$ 1,619,753

Other Instructional Activities 15,784

Pupil Support Services 18,295

Less: Equipment for Pupil Support Services -

Net Pupil Support Services 18,295

Instructional Staff Services 22,783

Less: Equipment for Instructional Staff Services -

Net Instructional Staff Services 22,783

School Administration 360,469

Less: Equipment for School Administration 64,642

Net School Administration 295,827

Total General Fund Instructional Expenditures \$ 1,972,442

Total General Fund Equipment Expenditures \$ 120,310

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ -
Renewable Ad Valorem Taxes	-
Debt Service Ad Valorem Taxes	-
Up to 1% of Collections by the Sheriff on Taxes Other Than School Taxes	-
Sales and Use Taxes	-
Total Local Taxation Revenue	<u>\$ -</u>

Local Earnings on Investments in Real Property:

Earnings from 16th Section Property	-
Earnings from Other Real Property	-
Total Local Earnings on Investment in Real Property	<u>\$ -</u>

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	-
Revenue Sharing - Other Tax	-
Revenue Sharing - Excess Portion	-
Other Revenue in Lieu of Taxes	-
Total State Revenue in Lieu of Taxes	<u>\$ -</u>

Nonpublic Textbook Revenue \$ -

Nonpublic Transportation Revenue \$ -

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 2 – Education Levels of Public School Staff
As of October 1, 2010

Category	Full-time Classroom Teachers				Principals & Assistant Principals			
	Certificated		Uncertificated		Certificated		Uncertificated	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Less than a Bachelor's Degree	-	0%	-	0%	-	0%	-	0%
Bachelor's Degree	23	96%	1	100%	-	0%	-	0%
Master's Degree	1	4%	-	0%	1	100%	-	0%
Master's Degree +30	-	0%	-	0%	-	0%	-	0%
Specialist in Education	-	0%	-	0%	-	0%	-	0%
Ph. D or Ed. D	-	0%	-	0%	-	0%	-	0%
Total	24	100%	1	100%	1	100%	-	0%

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 3 – Number and Type of Public Schools
For the Year Ended June 30, 2011

Type	Number
Elementary	1
Middle/Jr. High	-
Secondary	-
Combination	-
Total	1

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 4 – Experience of Public Principals, Assistant Principals,
and Full-time Classroom Teachers
As of October 1, 2010

	0-1 Yr.	2-3 Yrs.	4-10 Yrs.	11-14 Yrs.
Principals	-	-	-	-
Assistant Principals	-	-	-	-
Classroom Teachers	1	2	11	2
Total	1	2	11	2

	15-19 Yrs.	20-24 Yrs.	25+ Yrs.	Total
Principals	-	-	1	1
Assistant Principals	-	-	-	-
Classroom Teachers	1	5	3	25
Total	1	5	4	26

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 5 – Public School Staff Data: Average Salaries
For the Year Ended June 30, 2011

	All Classroom Teachers	Classroom Teachers Excluding ROTC, Rehired Retirees, and Flagged Salary Reductions
Average Classroom Teacher's Salary Including Extra Compensation	\$ 48,959	\$ 48,959
Average Classroom Teacher's Salary Excluding Extra Compensation	\$ 48,959	\$ 48,959
Number of Teacher Full-Time Equivalents (FTEs) used in Computation of Average Salaries	24.46	24.46

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 6 – Class Size Characteristics
As of October 1, 2010

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	53.7%	66	46.3%	57	0.0%	-	0.0%	-
Elementary Activity Classes	38.5%	5	23.1%	3	0.0%	-	38.5%	5
Middle/Jr. High	0.0%	-	0.0%	-	0.0%	-	0.0%	-
Middle/Jr. High Activity Classes	0.0%	-	0.0%	-	0.0%	-	0.0%	-
High	0.0%	-	0.0%	-	0.0%	-	0.0%	-
High Activity Classes	0.0%	-	0.0%	-	0.0%	-	0.0%	-
Combination	0.0%	-	0.0%	-	0.0%	-	0.0%	-
Combination Activity Classes	0.0%	-	0.0%	-	0.0%	-	0.0%	-

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 7 – Louisiana Educational Assessment Program

District Achievement Level Results	English Language Arts					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 4						
Advanced	3	8%	3	6%	2	5%
Mastery	6	17%	12	25%	18	46%
Basic	19	53%	26	54%	16	41%
Approaching Basic	6	17%	5	11%	3	8%
Unsatisfactory	2	5%	2	4%	-	0%
Total	36	100%	48	100%	39	100%

District Achievement Level Results	Mathematics					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 4						
Advanced	4	11%	10	20%	3	7%
Mastery	9	25%	18	38%	12	31%
Basic	15	42%	18	38%	19	49%
Approaching Basic	5	14%	1	2%	5	13%
Unsatisfactory	3	8%	1	2%	-	0%
Total	36	100%	48	100%	39	100%

District Achievement Level Results	Science					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 4						
Advanced	2	6%	3	6%	4	10%
Mastery	9	25%	16	34%	9	23%
Basic	16	44%	24	50%	23	59%
Approaching Basic	7	19%	3	6%	3	8%
Unsatisfactory	2	6%	2	4%	-	0%
Total	36	100%	48	100%	39	100%

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 7 – Louisiana Educational Assessment Program (Continued)

District Achievement Level Results	Social Studies					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 4						
Advanced	-	0%	1	2%	-	0%
Mastery	7	20%	17	36%	7	18%
Basic	22	61%	25	52%	29	74%
Approaching Basic	4	11%	4	8%	2	5%
Unsatisfactory	3	8%	1	2%	1	3%
Total	36	100%	48	100%	39	100%

District Achievement Level Results	English Language Arts					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 8						
Advanced	3	8%	-	0%	1	2%
Mastery	10	28%	9	26%	6	15%
Basic	22	61%	18	51%	24	60%
Approaching Basic	-	0%	7	20%	9	23%
Unsatisfactory	1	3%	1	3%	-	0%
Total	36	100%	35	100%	40	100%

District Achievement Level Results	Mathematics					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 8						
Advanced	2	6%	2	6%	3	7%
Mastery	2	6%	2	6%	6	15%
Basic	29	80%	20	57%	22	55%
Approaching Basic	1	2%	9	25%	8	20%
Unsatisfactory	2	6%	2	6%	1	3%
Total	36	100%	35	100%	40	100%

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 7 -- Louisiana Educational Assessment Program (Continued)

District Achievement Level Results	Science					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 8						
Advanced	-	0%	-	0%	3	7%
Mastery	13	36%	7	20%	5	13%
Basic	16	44%	18	51%	16	40%
Approaching Basic	5	14%	7	20%	13	33%
Unsatisfactory	2	6%	3	9%	3	7%
Total	36	100%	35	100%	40	100%

District Achievement Level Results	Social Studies					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 8						
Advanced	2	6%	-	0%	-	0%
Mastery	7	19%	10	29%	6	15%
Basic	21	58%	15	43%	18	45%
Approaching Basic	5	14%	6	17%	14	35%
Unsatisfactory	1	3%	4	11%	2	5%
Total	36	100%	35	100%	40	100%

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 8 – Graduate Exit Exam

District Achievement Level Results	English Language Arts					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 10						
Advanced	N/A	N/A	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A	N/A	N/A

District Achievement Level Results	Mathematics					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 10						
Advanced	N/A	N/A	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A	N/A	N/A

District Achievement Level Results	Science					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 10						
Advanced	N/A	N/A	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A	N/A	N/A

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 8 – Graduate Exit Exam (Continued)

District Achievement Level Results	Social Studies					
	2011		2010		2009	
Students	Number	Percent	Number	Percent	Number	Percent
Grade 10						
Advanced	N/A	N/A	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A	N/A	N/A

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 9 – iLEAP

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	1	2%	1	2%	-	0%	-	0%
Mastery	6	14%	13	30%	3	7%	6	14%
Basic	27	63%	22	51%	26	60%	23	54%
Approaching Basic	6	14%	3	7%	11	26%	10	23%
Unsatisfactory	3	7%	4	10%	3	7%	4	9%
Total	43	100%	43	100%	43	100%	43	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	-	0%	5	11%	5	11%	1	2%
Mastery	14	31%	10	22%	10	22%	8	18%
Basic	23	51%	22	49%	22	49%	30	67%
Approaching Basic	7	16%	6	13%	7	16%	5	11%
Unsatisfactory	1	2%	2	5%	1	2%	1	2%
Total	45	100%	45	100%	45	100%	45	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	1	2%	3	7%	3	7%	3	7%
Mastery	8	18%	5	11%	7	16%	3	7%
Basic	24	55%	24	55%	23	52%	29	66%
Approaching Basic	8	18%	7	16%	7	16%	2	4%
Unsatisfactory	3	7%	5	11%	4	9%	7	16%
Total	44	100%	44	100%	44	100%	44	100%

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 9 – iLEAP (Continued)

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2011		2011		2011		2011	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	2	5%	2	5%	-	0%	4	9%
Mastery	9	21%	9	21%	14	33%	8	19%
Basic	28	67%	26	62%	20	48%	20	48%
Approaching Basic	3	7%	4	10%	7	17%	6	14%
Unsatisfactory	-	0%	1	2%	1	2%	4	10%
Total	42	100%	42	100%	42	100%	42	100%

District Achievement Level Results	English Language Arts		Mathematics	
	2011		2011	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 9 – iLEAP (Continued)

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	1	2%	6	15%	3	7%	1	2%
Mastery	13	33%	15	38%	10	25%	11	28%
Basic	25	63%	16	40%	23	58%	25	63%
Approaching Basic	1	2%	3	7%	4	10%	3	7%
Unsatisfactory	-	0%	-	0%	-	0%	-	0%
Total	40	100%	40	100%	40	100%	40	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	-	0%	5	12%	3	7%	2	5%
Mastery	12	28%	11	26%	12	28%	8	18%
Basic	19	44%	19	44%	18	42%	27	63%
Approaching Basic	7	16%	1	2%	9	21%	4	9%
Unsatisfactory	5	12%	7	16%	1	2%	2	5%
Total	43	100%	43	100%	43	100%	43	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	2	5%	2	4%	3	7%	7	16%
Mastery	13	29%	14	32%	13	29%	11	24%
Basic	23	51%	27	60%	22	49%	18	40%
Approaching Basic	6	13%	2	4%	7	15%	8	18%
Unsatisfactory	1	2%	-	0%	-	0%	1	2%
Total	45	100%	45	100%	45	100%	45	100%

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 9 – iLEAP (Continued)

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2010		2010		2010		2010	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	5	12%	1	2%	-	0%	-	0%
Mastery	6	14%	12	29%	14	33%	11	26%
Basic	26	62%	24	57%	21	50%	25	60%
Approaching Basic	5	12%	5	12%	7	17%	4	9%
Unsatisfactory	-	0%	-	0%	-	0%	2	5%
Total	42	100%	42	100%	42	100%	42	100%

District Achievement Level Results	English Language Arts		Mathematics	
	2010		2010	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 9 – iLEAP (Continued)

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 3								
Advanced	2	5%	5	12%	1	2%	-	0%
Mastery	18	42%	20	47%	10	23%	15	35%
Basic	21	49%	17	39%	24	56%	20	47%
Approaching Basic	1	2%	1	2%	6	14%	7	16%
Unsatisfactory	1	2%	-	0%	2	5%	1	2%
Total	43	100%	43	100%	43	100%	43	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5								
Advanced	-	0%	3	7%	1	2%	2	4%
Mastery	4	9%	8	18%	11	24%	8	18%
Basic	24	53%	23	51%	21	47%	29	65%
Approaching Basic	13	29%	10	22%	9	20%	6	13%
Unsatisfactory	4	9%	1	2%	3	7%	-	0%
Total	45	100%	45	100%	45	100%	45	100%

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6								
Advanced	1	2%	1	2%	2	5%	6	14%
Mastery	10	24%	12	29%	7	17%	7	17%
Basic	25	60%	25	60%	24	57%	21	50%
Approaching Basic	5	12%	3	7%	8	19%	6	14%
Unsatisfactory	1	2%	1	2%	1	2%	2	5%
Total	42	100%	42	100%	42	100%	42	100%

GLENCOE EDUCATION FOUNDATION, INC.
Franklin, Louisiana

Schedule 9 – iLEAP (Continued)

District Achievement Level Results	English Language Arts		Mathematics		Science		Social Studies	
	2009		2009		2009		2009	
Students	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7								
Advanced	1	3%	2	5%	-	0%	3	8%
Mastery	7	18%	3	8%	7	18%	6	16%
Basic	15	39%	24	64%	16	43%	16	42%
Approaching Basic	13	35%	7	18%	13	34%	10	26%
Unsatisfactory	2	5%	2	5%	2	5%	3	8%
Total	38	100%	38	100%	38	100%	38	100%

District Achievement Level Results	English Language Arts		Mathematics	
	2009		2009	
Students	Number	Percent	Number	Percent
Grade 9				
Advanced	N/A	N/A	N/A	N/A
Mastery	N/A	N/A	N/A	N/A
Basic	N/A	N/A	N/A	N/A
Approaching Basic	N/A	N/A	N/A	N/A
Unsatisfactory	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A